GENERAL AND REVENUE SECRETARIAT.

SUBJECT.

Conversion Govt of India
Pro rotes of the ordinary forms
into the Special form for Rulin
Chiefs

From
Comptroller No 5243 of 13 March 1905
Invites the attention of Govt to Art. 214 A of the
Civil Account Code under which Chiefs of
Native States can convert Govt Pro notes
of the ordinary forms into the Special forms
ruling chiefs

To the Collector No 7424 of 8th May 1905
R. S. 58 Regis wishes to submit a detailed repor
together i a statement giving the particu
required by the Dewan Sah

From the Comptroller No 7036/1279 dt 27th May/05
Submits a statement showing the amount of assets and liabilities on the 28th February 1905

To the Comptroller No 6418 dt 29th March/06
Requests him to furnish Govt with the number, the amount and other particulars of the notes which he wants now to be converted

From the Comptroller No 5269/957 dt 30th March/06
States that in view of possible changes in the Savings Bank rates and of the financial measures connected with the proposed third Installation of the Canvery Power, he is not in a position to state the value of Pro notes to be tendered for conversion into special forms and suggests that the general sanction of Govt of India may be asked for pending consideration of the amount or value of the notes to be converted

To the First Asstt to the Resident No 8561. 28
Requests the Hon'ble the Resident to (June) 190
move the Govt of India to admit Mysore St to the privilege referred to in Art. 214 A of the Civil Account Code vol I of converting ~~orde~~ Pro-notes of the ordinary form into special forms and to sanction the issue of Note in the name of the Maharaja and the payment of interest to the receipt of the Dewan of Mysore

From the First Asst Resident No 3730 dt 30-6-0
States that the Govt of India have sanctioned the admission of the Mysore Darbar to the privilege of holding Pro-notes in the special forms prescribed in Art: 214 A of the Civil Account Code

To the Comptroller No 320 dt 13th July/06
Forwards copy of SC No 7

FILE HEADING.

Consideration of Govt
Proposals of the Judiciary Jaeber into the
Special Forms for Rules & Chiefs.

The Punjab Govt. forwards
No. 52-43 Dated 23-3-08 Received 24-3-08 & encls

Diary No. 3893 | Enclos. – Spare Copies. – | Serial No. 1

BRIEF ABSTRACT OF LETTER.

Invites the attention of Govt. to Article 214-A of the
Civil Procedure Code under which Chiefs of Native
States can convert Govt. Proposals of the Ordinary
Forms into the Special Forms for pleading
Chiefs.

NOTES AND ORDERS.

The Punjab States that if the
benefit conferred by that Article
is availed of by the issue of the Govt.
Proposals in the name of H. Highness
Govt. may have not only these
sheet. the corrected Articles in the papers

least the Bank's Commission
at 1/4 per cent better interest
on the Govt rates.
Submitted for order
25/3/05 [illegible]

The same question was in connection
with another subject, viz the purpose of
having the state securities endorsed
in favor of "the Crown of Mysore" referred
to by Mr. Rudolph in paras 140-153 of
Appendix C this report. The late Dewan
observed in his letter No. 25 D. 15.10.1896
to the Resident
(that it was a question which had to be
decided on its own merits as to convenience
and other advantages, but that it was
certain that the whole of the State Secu-
rities cannot be converted into
"Special Notes"

The Comptroller proposes the
conversion of the pro. notes belonging to
the Surplus Investment into Special Notes,
which has decided its advantages.

submitted

Submitted to the Dewan Saheb. The
Controller's recommendation is ...

27-3-05

MGCPB—20,000—1-11-04.

seen
25-3-1905
25-3-05

wait till we finish the Budget before we decide — & I am willing to reconsider my present decision. we must find out — how much of the existing surplus is our own — I think in arriving at a decision of this question we must find out — what our liabilities amount of our debt heads — such as Savings Bank Deposits Insurance Fund, Workmen's Surplus &c are — When all these are deducted from the Balance on hand (including the surplus invested) we shall find out how much we shall be able to utilise in the manner suggested by the Comptroller. I shall be glad to have a detailed statement of these particulars.

9.4.05. [illegible]

Call for report

[illegible]
9.4.1905

Draft sent to Secy 4/4/05
Draft sent 27-4
22/4/05

[illegible]
to the Comptroller, No: 7424d. 3.5.05. 29.4.1905

Request him to submit a detailed report together with a statement giving the particulars required by the Dewan Saheb.

From the Comptroller, no: 7036/1279 d. the 27.5.05.

Submits a Stt: giving the amount of assets & Liabilities on the 28th Feb? 1905.

Subjoined is the Stt: of assets & liabilities on the 28th Feb'05.

Liabilities	amount	Assets	Amount
Savings Bank Deposits	87,61,177	Cash Balance in Treasuries	50,78,587
Mysore Railway Loan	47,500	Surplus Investment	64,87,700
State Life Insce Fund	10,85,665	Military Stores.	1,27,209
Local Funds, & Funds & Municipal Funds	10,27,747	Village School Funds	28,453
Muzrai Funds	4,78,767	Departmental Balances.	1,94,366
Mil? Funds	1,12,113	Mysore Weaver Lines	60,356
Revenue Deposits	11,85,549	Loans & Advances	18,32,147
Judicial Deposits	1,90,626	Advances (objection Book)	1,22,022
Public Works deposits	2,42,037	Palace deposits	52,138
Other items	17,75,375	Other items	14,30,646
Total	149,06,559	Total	154,13,628
Govt: Account	5,07,069		
Grand Total	154,13,628		

It will be seen from the above Statement that the liquid Asset held by Govt: in cash & govt: paper amounted, on the last day of Feb? 1905, to about 115½ lakhs against a net liability of about 110½ lakhs, leaving only about 5 lakhs as the real Surplus belonging to Govt. But if the bad debts included in the figures of assets are taken into account then the result will be found to be that the Govt: is really in debt & has no

MGCPB—20,000—1-11-04

The Comptroller however explains that the question of the position of Govt as a creditor or a debtor on the whole has nothing to do with the question of investment in the special form of notes suggested by him - For this purpose, all the invested paper held by Govt belong to the State & can be converted wholly into Securities of the Special form. The only papers which cannot be so converted are those belonging to private individuals & Trust Funds deposited with Govt -, viz, those that belong to the maharaja's personal account, the Maharajakumar, the maharajakumaries & the various Trust Funds - According to the above statement, the whole of the papers of the nominal value of Rs: 64,87,700 held on the 28th Feb' 05 can be so converted -

Submitted for orders. to secretary

KS 31/5/05.

31-5-05

Submitted to the Dewan Saheb

31.5.1905

10256

31-5-05

What will be the saving effected by sale and of 1/4% payable to Madras Bank on 5 lacs per annum on account of

G.R.S. 12]

General and Revenue Secretariat.

File No. 364 of 1904

Serial No.

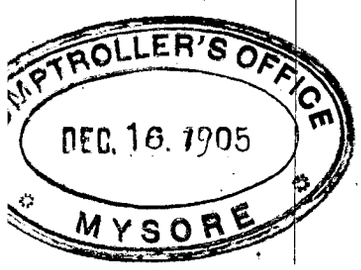
Mr

12.XII.05 (Mrd)

No. F. 319 10-12-05 forwarded to the Comptroller for
Encl: 3 letters favor of [illegible] supplying the information wanted

14.12.1905 [illegible]
Secy

No 97 916-12-05. 14-12-05



We now hold Govt Paper of the nominal value of Rs 64.87.700. 0, Thes, Rs 2,200.000 worth are in our Custody and We have not to pay any Commission in respect of them.

The total interest receivable i Rs 2 27.069 on which the Income Tax leviable is Rs 5913, and the Commission payable on the Notes - the Bank's Custody is Rs 375. The the Saving to be made if the whole amount is converted into Specie Form will be (5913 + 375) or 628

It is not my intention to convert the whole stock at once as We Keep some in hand for Emergencies, and on the whole the Saving might Taken for the Durbar's purpose at Say Rs 5.000, a year.

16.12

Secy

MGCPB—50,000—17-2-05

Subject for [illegible] to Secy of 19-12-05

G.R.S. 12]

General and Revenue Secretariat.

File No. 364 of 1904/12

Serial No.

Submitted to the Dewan Sahib

&

15-12-1905

4

4-12-05.

Submitted to His Highness.

The Comptroller proposes that Government Pro-Notes of the ordinary form may be converted int the Special Form for Ruling Chiefs under Article 214 A of the Civil Account Code. The advantages resulting from this measure are (1) the income tax at 5 pies the Rupee now payable on the interests realized on Pro-Notes and (2) the commission payabl to the Madras Bank thereon at ¼% will be saved. Th estimated saving is roughly ₹5,000 a year.

2. We now hold Government paper of the nominal value of ₹64,87,700; but the whole of it will not be converted into the Special Form. The Comptroller will, of course, obtain the sanction of the Government to every conversion of the ordinary Pro-Note into the Special Form.

3. If His Highness is pleased to approve of the proposal, a reference to the Hon'ble the Reside will be made for obtaining the sanction of the Government of India to the admission of the Durbar to

the privilege under Article 214 A of the Civil Acc
Code.

4. I may add that this proposal was once co
sidered and abandoned in view of the circumstance
the profit resulting from it was not much and that
the transaction had to be registered and carried o
in His Highness' name.

Record of Cases submitted for the Orders of His Highness the Maharaja.

Subject.

Comptroller's proposal to covert Government Pro-Notes of the ordinary form into the Special Form for Ruling Chiefs.

Order.

Approved

~~KRW~~

14/3/06

ordinary

15.III.06

Dept-concd

17.3.1906

G.R.S. 12]

General and Revenue Secretariat.

File No. 364 of 1906 5

Serial No.

Draft to Residency submitted to Secretary.

Sd/ T. Satyanarayan Chetty.

19-3-06.

Draft submitted to the Dewan Saheb.

Sd/ B.K. Venkata Varada Iyengar.

21.3.06.

Such general application is not called for. Ask the Comptroller to state the number &c: of the notes which he wants now to be thus converted and then write a draft accordingly. This, at present, as far as I can see, is a wasted time. Sd/ P.N.K.

22.3.06

Draft accordingly,

Sdf. B.K. Venkata Varada Iyengar.

24-3-06.

Draft put up -

Sd/ B.K.

d/ P.N.K. 24.3.06.

26-3-1906

26.3.06

To the Comptroller to the Govt of H.H. the Maharaja

No H6418 of the 29/3/06

Requests him to furnish Government with the number, the amount and other particulars of the Notes which he wants now to be Conver

G.R.S. 12]
General and Revenue Secretariat.

S.7 File No. 364 of 1906

Serial No. 5

From the Comptroller to the Govt of H.H. the Maharaja
No 5469/957 of the 30/3/06
States that in view of possible changes in the Savings Bank rules and of financial measures connected with the proposed direct installation of the Kaun Power, he is not in a position to state the Value of Pro: notes to be tendered for conversion into Special Form and suggests that the sanction of the Govt of India may be asked for pending consideration of the amount or Value of Notes to be converted.

The draft to the Residency on the subject previously put up is in the general form.

Orders

7/4/06 As suggested by the Comptroller it is better to obtain the general Sanction of the Govt of India to the admission of the Durbar to the privilege. The draft to the Residency already put up may be ordered to issue.

Subd to Secy
8.4.06

Submitted to the Dewan Saheb. May we issue the draft put up?

7.4.06

7.4.1906

G.R.S. 12J
General and Revenue Secretariat.

Gen. File No. 364 of 1904

Serial No. 6

To the H.A. Resident in Mysore

Pol no 856 of the 25/4/06

Requests the Hon'ble the Resident to move the Govt of India to accredit His State to the privilege referred to in Art 214 A of the Civil Account Code Vol I of Conveying Promissory notes of ordinary into Special form and to Sanction the issue of notes in the name of the Maharaja and the payment of interest to the receipt the Durbar of Mysore.

From the H.A. Resident.

No. 3730 dated 30.6.06.

States that the Government of India have sanctioned the admission of the Mysore Durbar to the privilege of holding Promissory notes in the special form prescribed in Art. 214-A of the Civil Account Code. Vol. I Submitted with a draft.

Rec 4/7/06

To the Comptroller

No. H. 320 dt. 13.7.06

Forwards Copy of D. no.)

Office of the Comptroller,
Mysore Government,
Bangalore, Dated 23rd March 1905.

No. 5243

S.F. 364-04
(1)

From

Rai B. G. Basu Bahadur, M.A.,
Comptroller of Mysore,
B a n g a l o r e.

To

B. K. Venkatavarada Iyengar, Esq.,
Secretary to the Government of Mysore,
General and Revenue Departments.

Sir,

I have the honour to invite your attention to Art:214A of the Civil Account Code under which Chiefs of Native States can c vert Government Pro Notes of the ordinary form into the special Form for Ruling Chiefs.

As far as I am aware, most of the Ruling Chiefs in Northe and North Western India have availed themselves of the privileg conferred by the rule quoted above and have saved the charges fo Income Tax on the Interest on Pro Notes of the Government of Ind held in the Special Form.

In the case of the Government of His Highness the Maharaj of Mysore most of the Pro Notes held on the Surplus Investment Account ar deposited with the Bank of Madras and the Bank charges ¼% on the interest due on the Notes. If, therefore, the Pro Notes belongi to the Surplus Investment are converted into Special Forms, it will be possible to save not only the charge for Income Tax at 5 pies the rupee but also the Bank's Commission at ¼%.

I beg therefore to suggest that if H. H's Government has objection, the Honourable Resident at Mysore may be moved to obtain the sanction of the Government of India to the admission of the Mysore State to the privilege referred to in Art:214A of the Civil Account Code. The Government of India may be asked to sa. tion the issue of the Notes in the name of the Maharajah and th

Special Notes for Native States.

214A. Chiefs of Native States can convert Government promissory notes of the ordinary form the property of the State into Government promissory notes in a special form.

The conditions of issue are-

1. The special notes are issued only in favor of Chiefs of Native States, whose admission to the privilege has been sanctioned by the Government of India in the Foreign Department.
2. Applications for notes in such form should be made to the Comptroller General by the Political Officer resident in the State, and should quote the order of the Government of India sanctioning the admission of the State to the privilege.
3. The amount of each note will not be less than ₹50,000.
4. The notes are not negotiable by endorsement, but the holder can at any time obtain in exchange, if he desires, notes of the ordinary form on application to the Public Debt Office, Calcutta.

The advantages of holding notes in special form are-

1. Interest upon these notes is exempt from Income Tax.
2. The notes being issued in the name of the chief, his heirs and successors, devolve by mere succession to the Raj without legal administration.
3. The notes are enfaced for payment of interest at any Government treasury desired as in the case of ordinary notes.

te.- If these notes are converted into stock certificates the special advantages attached to them are lost.

.R.S. 26]

File No. 564/64

Serial No. 2

iary No. of letter replied to _____

No. H 7424

General and Rev. Secretariat

( )

, *the* 3rd May 1905.

To

The Comptroller, Ho[illegible]
y H.H. Heirhelmer Esq
y Mys

ate of issue — do —

igned by W. Sakurai (Actg.) No. letter No. 5243 of Ho
23rd March 1905 intimati
attention to Article 214 A
Financial Accounts Code
under which Heirs of
Native State Officers
Govt. Pensionary of His Ma
like the Pol. Pension
Issued for Ruling Chief
Land Classes that, if the
benefit Conferred by the
Article is availed of by
the issue of the Govt. Pro
to the Chiefs of the N. H.
Govt. may have no ri

over.

Pro orders belonging to the Surplus Investment Accounts are converted into Special Accounts. It will be possible to

the receipts & payments
in the respective Banks
Commercial Agencies
& Head Office

With reference to the
above heads he will
be glad if Mr Campbell
will make good enough to
send him a detailed state-
ment showing the
following particulars
1 the final balance,
2 the amounts credited in
Sterling drafts & securities
3 the liabilities on account
of debt-bearing credits,
savings Bank deposits,
current accounts,
bearing no interest &c
he desires the above
& any other balances on
hand he thinks will
be available,

The accounts available
The portions of the Surplus belonging
to the Govt

G.R.S. 27]

GENERAL AND REVENUE SECRETARIAT.

(Continuation Sheet draft form.)

~~Justice of Special Jurisdiction~~

5. The portion which may be converted into securities of the Special Bonus.

BUDGET & RESOURCE DEPARTMENT.

OFFICE OF THE

COMPTROLLER, GOVT. OF MYS

BANGALORE, 27" May 19

Rai N. G. Basu Bahadur, M.A.,

COMPTROLLER, GOVT. OF MYSORE

B.K.Venkatavarada Iyengar, Esq.,

THE SECRETARY TO THE GOVT. OF MYSORE,

General and Revenue Depts

SIR,

With reference to your letter No.Fl:7424 Gl:Fin:364-04- dated 3rd May 1905 asking, in connection with the conversion of Government of India Pro-Notes of the ordinary form into the sp form for Ruling Chiefs, for a statement of certain particulars have the honor to submit a statement of Assets & Liabilities o the 28th February 1905.

It will be seen from this statement that the liquid Ass held by Government in cash and Government paper amounted on t above date to about 115½ lakhs against a net liability of abo 110½ lakhs, leaving only about 5 lakhs as the real surplus bel ing to Government. But if the bad debts included in the figur of Assets are taken into account then the result will probably found to be that Government is really in debt and has no surpl of its own.

I venture, however, respectfully to explain that the que tion of the position of Government as a creditor or a debtor o the whole has nothing to do with the question of investment i special form of Notes that I suggested in my letter of the 23r

Budget & Revenue DEPARTMENT.

1905.

From

Rai N. G. Basu, Bahadur M.

~~THE~~ COMPTROLLER,
MYSORE GOVT.

To

B. K. Venkatavarada Iyengar Esq

~~THE~~ SECY. TO GOVT. OF MYSORE.
General & Revenue Dept.

Dated 27th
Despatched 29th } May
Received

No. 7036
Ref R No. 1279
Enclosure. One.

SUBJECT MATTER

Referring to his letter No 3
of 3rd Instant, submits a Statement
of Assets and Liabilities
the 28th February 06.

1905, No.5243.

For the above purpose all the invested paper held by Govern ment belong to the State and can be converted wholly into securi-ties of the special form. The only papers which cannot be convert ed into special form are those belonging to Private Individuals and Trust Funds deposited with Government. These are the securi-ties belonging to the Maharaja's personal account, the Maharaja Kumar & Kumaries and the various Trust Funds.

All the paper belonging to the State as distinguished from Individuals, can be converted into the special form and according to the statement now furnished the whole of the paper of the nomi-nal value of Rs.64,87,700/held on 28th February '05 can be so con-verted.

I have the honor to be,

Sir,

Your most obedient servant,

Comptroller.

	amount
Savings Bank Deposits	8761174-3-1
Mysore Railway Loans	47500-0-0
State Life Insurance Funds	1085665-4-9
Local Funds including District Funds, Local Funds General, Irrigation Cess and Municipal Funds	10247747-10-6
Thirvai Funds	478767-4-10
Military Funds	112113-4-4
Revenue Deposits	1185549-10-9
Judicial Deposits	190626-5-2
Public works Deposits	224037-3-8
Other items	1475375-6-9
Total	14906559-5-10
Government account	501069-6-4
Grand Total	15413628-11-10

Assets	amount
Cash Balances in Treasuries	5078587-4-1
Surplus Investment account	6287400-0-0
Military Stores	124209-10-8
Village School Funds	28453-13-10
Departmental Balances	194366-13-3
Mysore Revenue Loans	60356-4-11
Loans and Advances	1832147-6-11
Objection Book Advances	122022-12-5
Palace Deposits	52138-4-3
Other items	1430646-2-6
Total	15413628-11-10

(Signed) A. G. Scales
Comptroller

File No. 364-04

Serial No. (4)

Diary No. of letter replied to 3893/4954

No. H 6418

General and Rev. Secretariat
(Genl. Fin.)
, the 29-3-1906.

Date of issue

Signed by

To

The Comptroller to the
Govt. of H. H. the Maharaja
Sir

With reference to the correspondence ending with your letter No. 7036 BdK 1279 of the 27th May 1905 in the matter of your proposal to convert the Govt. of India Pro-notes of the ordinary form into the Special form for Ruling Chiefs, I am directed to request you to let us know the amount to furnish Govt. with number and

other particulars of the notes which
you want now to be ~~[illegible]~~ converted.

Yours truly

3/26/3.

Secretary

21
26-3—A

P. 4084

No. 5469 Sectt 364-04

957

OFFICE OF THE COMPTROLLER, MYSORE GOVERNMEN

Dated Bangalore, the 20 March *1906*

2-4-06

FROM

RAI N. G. BASU BAHADUR, M.A.,

COMPTROLLER, MYSORE GOVERNMENT.

To

B.K.Venkatavarada Iyengar, Esq.,

SECRETARY TO THE GOVERNMENT OF MYSORE,

General and Revenue DEPARTMENT.

In reply to your letter No.Fl:6418 dated th
1906, I have the honor to say that in view of possible changes in the Savings Bank rules and of financial measures connected with the proposed Third Installation of the Cauvery Power- I am not in a position at present to state the value of Pro: Notes that I would tender for conversion into special Form if the concession is made by the Government of India.

I respectfully suggest that the general sanction of the Government of India may be asked for pending consideration of the amount or value of Notes to be converted.

I have the honor to be,

Sir,

Your most obedient servant,

N G Basu

Budget & Reserve

1906

From

Rai N. G. Basu Bahadur, M.A.,
Comptroller, Mysore Govt.

To

B. V. Venkatakrishnaya, Esq.,

Secretary to the Govt. of Mysore,
General & Revenue Dept.

Dated 8/
Despatched 24 Oct 06
Received
No. 5269
N38R957.

Subject Matter.

Replying to his letter No. Fe 6418 d. 20/9/06, states that in view of the possible changes in the Savings Bank rules & of the measures connected with the proposed Third Installation of the Currency Power, requests that the final sanction of the Govt of India may be asked for.

File No. 364-04

Serial No (6)

Pol No. 876

General and Rev. Secretariat

(Genl. Fin)

, the 190 .

To

---

ate of issue 25.4.06

gned by V.H. Venkatavaradayer 25/4

Sir

In inviting reference

I am directed to invite your

attention to Articles 214 A of the Civil

Account Code Vol I which provides

that Chiefs of Native States can convert Port

Promissory notes of the ordinary form

the property of the State, into Port

Promissory notes in a Special form

I am directed to state that

the Durbar have also long been

now

investing their surplus cash in

Port of India Securities and would feel

1208 2

Subpeneral

officers called

for. A table

compiling

what the number

of the notes

which rewards

now to be thus

converted &

then sent to

Accountant

Mrs as far as can

be is awaited of time

SUBJECT. Mint

Post accts

24-3-1906

Instrs

24-3-06

24/3/06

By H

Controller

highly obliged if the Honble the Resident
~~to plead~~ with Mysore to move the Govt of India to
accord the ~~Nizam~~ to the privilege of
~~holding their visits in the Special Year~~
and to sanction the issue of the notes
in the name of the Nizam and
the payment of the interest to the
receipt of the Dewan of Mysore

Chamier.

21.3.

Secretary

19.3.08

returned to

FROM

R. C. H. MOSS KING, ESQ., I. C. S.,
FIRST ASSISTANT TO THE RESIDENT IN MYSORE.

To

The Dewan of Mysore.

Dated Bangalore, 30th June 1906.

SIR,

With reference to Mr. Venkatavarada Iyengar's letter No. Pol. 856 dated the 25th April 1906, I am directed to say that the Government of India have sanctioned the admission of the Mysore Durbar to the privilege of holding Promissory Notes in the special form prescribed in article 214-A of the Civil Account Code Volume I.

I have the honour to be,

Sir,

Your most obedient servant,

First Assistant Resident.

General and Revenue Secretariat

(Genl)

No 13-7-1906.

Date of issue do

Signed by W M McKritchie

To The Comptroller to the Government of H.H. the Maharaja

Sir,

Adverting to correspondence ending with your letter No 5469/957 dated 30th March last re the conversion of Government of India Pro. notes of the Orissa form into the special form for Ruling chiefs, I am directed to inform you that the Government of India have sanctioned the admission of the Mysore Durbar to the privilege of holding Promissory notes in the special form prescribed in article 214 -

over.

a copy of letter No 5/50 of the 30th June 06 from the F.A. Resident conveying the sanction of the Govt.

SUBJECT.

by the Civil Account Code, Volume I

I have E6-